

FINAL REPORT
OIC MEMBER STATES' STOCK EXCHANGES FORUM
7 TH MEETING

İSTANBUL, SEPTEMBER 19, 2013

Four Seasons Bosphorous
İstanbul, September 2013

TABLE OF CONTENTS

Draft Report of the Seventh Meeting of the OIC Member States' Stock Exchanges Forum

ANNEXES

- I. Presentation by Mr. Mustafa BALTACI
- II. Presentation by Ms. Şenay PEHLİVANOĞLU
- III. Presentation by Mr. Reşat ADIGÜZEL
- IV. Presentation by Mr. Rami ABU-RMAILEH
- V. Presentation by Mr. Harun ÖZAY

Original: English

DRAFT REPORT
OIC MEMBER STATES' STOCK EXCHANGES FORUM
7 TH MEETING
(İstanbul, September 19, 2013)

1. The Seventh Meeting of the OIC Member States' Stock Exchanges Forum convened in İstanbul on September 19, 2013.
2. The Meeting was attended by the representatives of the following capital market institutions of the OIC Member States:

A. STOCK EXCHANGES OF THE OIC MEMBER STATES

1. Algiers Stock Exchange, Algeria
2. Amman Stock Exchange, Jordan
3. Bahrain Bourse, Bahrain
4. Baku Stock Exchange, Azerbaijan
5. Borsa İstanbul, Turkey
6. Bursa Malaysia, Malaysia
7. Dhaka Stock Exchange, Bangladesh
8. Douala Stock Exchange, Cameroon
9. Dubai Financial Market, United Arab Emirates
10. Dubai Mercantile Exchange, United Arab Emirates
11. Iran Energy Exchange Co., Iran
12. Islamabad Stock Exchange, Pakistan
13. Karachi Stock Exchange, Pakistan
14. Kazakhstan Stock Exchange, Kazakhstan
15. Lahore Stock Exchange, Pakistan
16. Libyan Stock Market, Libya
17. Maldives Stock Exchange, Maldives
18. Muscat Securities Market, Oman
19. Qatar Exchange, Qatar

20. Tadawul Saudi Stock Market, Saudi Arabia
21. Tehran Stock Exchange, Iran
22. Tunis Stock Exchange, Tunis

B. CENTRAL DEPOSITORIES, CLEARING AND REGISTRY INSTITUTIONS OF THE OIC MEMBER STATES

1. Central Depository Company of Pakistan Limited, Pakistan
2. Kuwait Clearing Company, Kuwait
3. Maroclear, Morocco
4. Central Registry Agency of Turkey, Turkey
5. Ministry of Finance Yaounde, Cameroon
6. National Clearing Company of Pakistan Ltd. (NCCPL), Pakistan

C. OTHER ORGANIZATIONS

1. Arab Federation of Exchanges (AFE)
2. COMCEC Coordination Office
3. Federation of Euro-Asian Stock Exchanges (FEAS)
4. International Islamic Financial Market (IIFM)
5. Islamic Development Bank (IDB)
6. Organization of Islamic Cooperation (OIC)
7. Republic of Turkey Ministry of Foreign Affairs

Opening and Seminar Session

3. Following a brief introduction of the program, the meeting was opened by Mr. İbrahim M. TURHAN, Forum Chairman, and Chairman & CEO of Borsa İstanbul. Mr. TURHAN welcomed all delegates and seminar guests to İstanbul on the occasion of the seventh meeting of the OIC Member States' Stock Exchanges Forum and expressed his honour and contentment for opening the OIC Member States' Stock Exchanges Forum for the second time. Mentioning that the Muslim world must work harder, invest in technology and human capital, "we are here today to determine our roadmap; to set up an action plan and look forward to the future from which the participating exchanges and their economies benefit at maximum level" stated Mr. TURHAN and gave the floor to Mr. Mustafa BALTACI to give a background of the Forum's activities.

4. Mr. Mustafa BALTACI gave a brief introduction on the Forum, touching upon the Forum's past activities, current projects, and some ideas on future activities.

(A copy of Mr. Mustafa Baltacı's presentation is herewith attached as Annex 1)

5. Mr. İbrahim M. TURHAN, as moderator of the seminar, invited Ms. Şenay PEHLİVANOĞLU to present information on the work of the Customized Indices and Exchange Traded Islamic Financial Products Task Force.

(A copy of the presentation by Ms. Şenay PEHLİVANOĞLU is herewith attached as Annex 2)

6. Mr. Reşat ADIGÜZEL, Borsa İstanbul Debt Securities Market Chief Specialist, delivered a presentation entitled "Recent Developments on the Turkish Sukuk Market".

(A copy of the presentation by Mr. Reşat ADIGÜZEL is herewith attached as Annex 3)

7. Dr. Murat MAZIBAŞ, Director of Business and Product Development from Borsa İstanbul delivered a presentation entitled "Market Connectivity".

(A copy of the presentation by Dr. Murat MAZIBAŞ is herewith attached as Annex 4)

8. Mr. Rami ABU-RMAILEH, Head of Strategy, Dubai Mercantile Exchange, delivered a presentation entitled "A Global Outlook on Energy Markets".

(A copy of the presentation by Mr. ABU-RMAILEH is herewith attached as Annex 5)

9. Mr. Harun ÖZAY, Borsa İstanbul Assistant Director, delivered a presentation entitled "Borsa İstanbul and the Energy Market".

(A copy of the presentation by Mr. Harun ÖZAY is herewith attached as Annex 6)

DECISIONS

The following decisions were taken at the meeting:

1. The Forum will rename the Task Force for Customized Indices and Exchange Traded Islamic Financial Products as “Task Force on Indices”, and mandate the Task Force to continue its work with S&P Dow Jones, Islamic Development Bank and fund managers such as HSBC, Citi, Deutsche Securities, BlackRock etc.
2. The Forum welcomes commodity markets from OIC countries and mandates the Coordinator to invite OIC member states’ commodity exchanges to the next meeting. The Forum mandates Dubai Mercantile Exchange, Bursa Malaysia and Borsa İstanbul to establish a task force focusing on commodity markets.
3. The Forum appreciates joint work of the Egyptian Exchange and Borsa İstanbul as well as the Arab Federation of Exchanges on capital market linkages and invites them to provide their respective project summaries to be distributed to Forum members.
4. The Forum mandates Borsa İstanbul and International Islamic Financial Market (IIFM) to work together to have a standardized product definition for Islamic repo products.
5. The Forum Coordinator will continue to distribute the quarterly newsletter updating members on the recent developments on OIC markets. Additionally, the Forum Coordinator will initiate a pilot study to collate aggregate statistical information regarding OIC markets and report the study back to the members as well as to investors and fund managers.
6. The Forum mandates the Forum Coordinator to collaborate with IIFM, Islamic Financial Services Board (IFSB), Statistical, Economic and Social Research and Training Centre for Islamic Countries (SESRIC), universities and to-be-established World Bank Global Islamic Finance Development Center to build knowledge and capacity for the Islamic capital markets and report back to the Forum, such resources would also be published in the Forum website.
7. The conclusions of the meeting will be reported to the 29th session of COMCEC to be held in Istanbul on November 18-21, 2013.
8. The next annual meeting of the Forum is planned to be held in Sept – Oct 2014 in Istanbul.